

---

---

# *Combined Financial Statements -Statutory Basis*

---

---

# *Individual Budgeted Funds*

## **GENERAL FUND:**

The General Fund is the Commonwealth's primary Governmental Fund. All governmental activities not specifically directed to another fund are accounted for in the General Fund. As a result, most budgeted expenditures of the Executive secretariats, the Legislature, constitutional offices, institutions of higher education and independent commissions and a portion of expenditures for the judicial system are paid for from the General Fund. It similarly receives a significant portion of sales, individual income and corporate taxes, and the full amount of most other governmental taxes.

## **HIGHWAY FUND:**

The Highway Fund accounts for highway user taxes including the gas tax and fees; used to finance highway maintenance and safety services, and provide matching funds for federally sponsored highway projects as required.

**Infrastructure Fund (Subfund of Highway Fund)** details specific components of revenue and expenditure related to the Highway Fund, segregated per instructions in Section 20 of Chapter 29 of the General Laws.

## **LOCAL AID FUND:**

The Local Aid Fund accounts for revenue from sales, income, other corporate taxes and lottery profits which have been earmarked for distribution to cities and towns or are used to finance programs that benefit local communities, and a major portion of the court systems.

## **COMMONWEALTH STABILIZATION FUND:**

The Commonwealth Stabilization Fund accounts for amounts calculated in accordance with state finance law and maintain a reserve to enhance the Commonwealth's fiscal stability.

## **ADMINISTRATIVE CONTROL FUNDS:**

To account for the revenues generated by certain administrative functions of government, for which the Legislature has required that separate funds be established.

**Tax Reduction Fund** accounts for the maintenance of a reserve which shall be used only to reduce personal income taxes.

**Intragovernmental Service Fund** accounts for the charges of any state agency for services provided by another state agency, for example, charges levied by the public employee retirement administration for worker's compensation chargeback.

**Revenue Maximization Fund** accounts for increased collections as a result of special initiatives; these revenues become available for expenditure by the various state agencies.

**Tax Exemption Escrow Trust Fund** Accounts for a reserve to partly fund the permanent personal income tax cuts enacted by Chapter 175 of the Acts of 1998.

**Collective Bargaining Reserve Fund** accounts for transfers from the general fund which may be used to fund negotiated contracts for state employees.

**Commonwealth Fiscal Recovery Fund** accounts for dedicated taxes, investment income and payments for debt service on the Commonwealth Fiscal Recovery Bonds.

---

---

## ENVIRONMENTAL FUNDS:

These funds account for a variety of revenues which finance programs to preserve, protect and enhance the environment.

### **Natural Heritage and Endangered Species Fund**

accounts for revenues from public and private sources and/or the federal government as reimbursements, grants, donations or other receipts; used to acquire by purchase, lease, easement or license land critical to nongame wildlife and endangered species for purposes of protecting and enhancing nongame wildlife.

### **Mosquito and Greenhead Fly Control Fund**

accounts for assessments to cities and towns of various mosquito control districts; appropriated to support activities designed to control mosquitoes and/or greenhead flies.

**Inland Fisheries and Game Fund** accounts for revenues from license and permit fees for inland fishing, hunting and trapping and/or the sales of land, rights and properties, gifts, interest, and federal grant reimbursements; used for developing, maintaining and operating the division of fisheries.

**Environmental Challenge Fund** accounts for collections of penalties and fines related to inappropriate disposal of hazardous waste and other environmental infractions; used for cleanup, control or response actions for oil and hazardous materials, and to reduce the production of hazardous waste.

**Toxics Use Reduction Fund** accounts for the fees, penalties, and other financial charges collected by the Toxic Use Reduction Institute including grants or gifts collected. Appropriations are for the specific purpose of cleaning up and reducing toxic waste.

**Clean Environment Fund** accounts for programs for recycling compost, solid waste source reduction and other environmental programs which are financed through unclaimed bottle deposits escheated to the Commonwealth.

**Environmental Permitting and Compliance Assurance Fund** accounts for revenues from the

issuance of permits for the removal of hazardous materials and certain other fees; used to fund the cost of monitoring, discharge sampling and analysis, inspection, technical assistance, and enforcement activities necessary to ensure compliance by persons holding permits.

### **Underground Storage Tank Petroleum Product Cleanup Fund**

accounts for fees, penalties, grants, gifts or other contributions used to provide reimbursements for cleanup and other expenditures incurred as a result of damage caused by underground storage tanks and systems.

**Environmental Law Enforcement Fund** accounts for revenues from certain gas taxes, federal grants, and revenue from law enforcement coverage details throughout the Commonwealth; used for operating the division of law enforcement.

**Public Access Fund** accounts for revenues from certain gas taxes and federal reimbursements; used for the cost of acquisition, construction, maintenance operation and improvement of public access to state waterways.

### **Harbors and Inland Waters Maintenance Fund**

accounts for certain gas taxes, fines, permits and federal reimbursements used for maintenance, dredging and cleaning of harbors, inland waters and great ponds.

**Marine Fisheries Fund** accounts for revenues from certain gas taxes, licenses, and fees; used to manage the division of marine fisheries.

**Watershed Management Fund** accounts for revenues from the sale of wood products harvested on watershed lands, and assessments from the Massachusetts Water Resource Authority; used to maintain and operate the MDC Watershed Division.

### **Low Level Radioactive Waste Management Fund**

accounts for assessments on persons licensed or registered to receive, possess, use, transfer or acquire radioactive material; used for the expenses of the Low Level Radioactive Waste Management Board to carry out its duties.

---

---

**Asbestos Cost Recovery Fund** accounts for revenues from court judgments/settlements relative to the removal of asbestos; used for operations, maintenance, encapsulation and removal of asbestos.

**Clean Air Act Compliance Fund** accounts for revenues from permit applications and grants; used for the implementation, administration, monitoring and analysis of permitting compliance and enforcement of technical assistance programs.

**Solid Waste Disposal Fund** accounts for monies received relative to solid waste disposal including assessments from cities and towns to be appropriated for the purpose of management, maintenance and operation of solid waste disposal facilities.

**Second Century Fund** accounts for fees or charges for use of the Commonwealth's system of parks, forests or other natural resources subject to the oversight of the department of environmental management pursuant to section two of chapter twenty-one; and expenditure for the enhancement, improvement and maintenance of forest and parks systems.

**Safe Drinking Water Fund** accounts for drinking water assessments to end suppliers engaged in the distribution of water and used for the administration of monitoring federal safe drinking water act.

#### **OTHER FUNDS:**

To account for a variety of miscellaneous taxes, fees, fines and other revenues which are restricted to the financing of specific Commonwealth programs.

**Brownfields Revitalization Fund** accounts for transfers from General Fund and related interest or investment earnings; amount appropriated for financial assistance to project sites located within Federal Empowerment Zones or Enterprise communities.

**Antitrust Law Enforcement Fund** accounts for fines, penalties received and expenses paid related to actions brought by the Attorney General in connection with antitrust actions.

**Victim and Witness Assistance Fund** accounts for assessments imposed on individuals convicted of crimes; used to make grants to District Attorney's Offices and the Parole Board for programs serving crime victims and witnesses.

**Intercity Bus Capital Assistance Fund** accounts for the acquisition of vehicles for inter-city transportation and the revenues and costs associated with their operation.

**Motorcycle Safety Fund** accounts for motorcycle registration fees collected to administer motorcycle safety programs.

**Drug Analysis Fund** accounts for certain revenues received by the courts resulting from fines; used for the cost of analysis of controlled substances.

**Re-Employment and Job Placement Fund** accounts for the excise on employer contributions and activities authorized under Title III and Title IX of the Social Security Act and Title V of the Job Training Partnership Act.

**Trust Fund for the Head Injury Treatment Services** accounts for revenues from a surcharge on fines resulting from DUI convictions; funds the Massachusetts Rehabilitation Commission's statewide head injury program to develop and maintain non-residential rehabilitation services for head injured persons.

**Massachusetts Tourism Fund** accounts for revenues received from hotel taxes; used to fund the Office of Travel and Tourism promotions and the Massachusetts Convention Center Authority.

**Health Care Access Fund** accounts for a portion of the cigarette tax fees assessed from certain programs, and federal reimbursements associated with the uncompensated care pool; used for establishing a program of preventive pediatric health care services, universal immunizations and managed care community health centers.

---

---

**Ponkapoag Recreational Fund** accounts for a portion of golf course revenues; used for the capital improvement, purchase of equipment, and maintenance of the golf course.

**Leo J. Martin Recreation Fund** accounts for a portion of golf course revenues; used for the capital improvement, purchase of equipment and maintenance of the golf course.

**Division of Insurance Fund** accounts for revenues collected from agent licenses to a maximum amount of three million dollars; used to fund the cost related to accreditation from the National Association of Insurance Commissioners.

**Health Protection Fund** accounts for a portion of the cigarette tax, penalties, forfeitures, interest, settlements of lawsuits and fines collected in connection with sales of cigarettes; used to supplement existing funding for school health education programs, workplace and community smoking prevention and cessation programs, public service advertising, and for support of community health centers and their programs of prenatal and maternal care.

**State Building Management Fund** accounts for revenue rentals and commissions, such as parking fees and expenditures for the maintenance and operation of the Massachusetts Information Technology Center, the Springfield State Office Building, the State Transportation Building and other facilities.

**Reggie Lewis Track and Athletic Center Fund** accounts for revenues from user fees, concession stand commissions and other fees; used for equipment repair, maintenance and nonpayroll operating expenses.

**Assisted Living Administration Fund** accounts for certification fees; used for operating expenses associated with the regulation of Elder Affairs Assisted Living.

**Commonwealth Economic Development Fund** accounts for monies transferred from the federal loan interest fund; used to promote employee and worker

training, education and the general economic development of the Commonwealth.

**Commonwealth Cost Relief Fund** accounts for transfers from other funds; used for subsidies and other assistance for water pollution abatement projects, mitigation of sewer rate increases, and for extraordinary expenditures of the Commonwealth.

**Children's and Senior's Health Fund** accounts for a portion of the cigarette and smokeless tobacco tax, inventory tax and related investment income; to be appropriated for the provision of medical benefits to expansion beneficiaries and a five year pilot program of pharmacy assistance.

**Diversity Awareness Education Trust Fund** accounts for fines and related interest or investment earnings from the trial courts from assault and battery cases with the intent to intimidate based on race, color, religion, sexual orientation, nationality or disability; to be appropriated for the purpose of developing and maintaining diversity awareness educational programs and courses for persons convicted of such crimes.

**Child Care Fund** accounts for monies transferred from Transitional Aid to Needy Families Fund; used for the administration of child care programs under the Office of Child Care Services.

**Transitional Aid to Needy Families Fund** accounts for all federal revenues and reimbursements received by the Commonwealth pursuant to the Personal Responsibility and Work Opportunity Reconciliation Act of 1996, effectively ending Aid to Families with Dependent Children (AFDC) and replacing it with Transitional Aid to Needy Families (TANF) block grants.

**Social Services Program Fund** accounts for monies transferred from Transitional Aid to Needy Families Fund, used for the operation of the Department of Social Services.

**Local Consumer Inspection Fund** accounts for all amounts generated from item pricing fines, appropriated to provide financial assistance to eligible local or regional agencies.

---

---

**University of Massachusetts Lowell Wannalancit Complex Building Management Fund** accounts for revenues from leasing, operation, granting of concession or other use of the Wannalancit Complex; used to meet obligations related to operation and ownership of the complex .

**Caseload Increase Mitigation Fund** accounts for revenues or other financing sources directed by budget to be appropriated for increased costs due to excessive welfare cases or to accommodate for fluctuations in federal funding for the Department of Transitional Assistance.

**Boston Convention and Exhibition Center Fund** accounts for surcharges imposed on tourist tickets, such as cruise and for any land-based sightseeing located in the Commonwealth to finance the construction of new Boston Convention Center.

**Voting Equipment Loan Fund** accounts for transfers from General Fund; loans to municipalities to replace punch card voting systems which shall be repaid to the Commonwealth no later than ten years after such loan is made.

The following funds have been enacted in legislation but are inactive for fiscal 1998:

**Rate Payer Parity Trust Fund** accounts for all personal and corporate tax revenues attributable to the sale of assets relative to electric companies and penalties and fees collected for the purpose of providing extraordinary assistance in achieving the required electricity rate reduction.

**Child Support Penalty Fee Fund** accounts for penalties, fees or interest assessed by IV-D agency to establish the enforcement of child supports authorized under Title IV of the Social Security Act.

**Division of Banks Fund** accounts for transfers from a statutory calculation to be appropriated for the purposes of examinations as outlined in section two of Chapter 167 of M.G.L.



THIS PAGE LEFT INTENTIONALLY BLANK

**Budgeted Funds**  
Combining Balance Sheet - Statutory Basis

June 30, 1998  
(Amounts in thousands)

	General	Highway	Local Aid
<b>ASSETS</b>			
Cash and short-term investments.....	\$ 1,765,009	\$ 255,399	\$ -
Cash with fiscal agent.....	-	26,059	-
Advances to related entity.....	232,762	-	-
Receivables, net of allowance for uncollectibles:			
Taxes.....	5,108	-	-
Due from federal government.....	133,883	-	-
Other receivables.....	8,454	56	-
Due from cities and towns.....	149,621	-	407
Due from other funds.....	5,792	338	-
Total assets.....	<u>\$ 2,300,629</u>	<u>\$ 281,852</u>	<u>\$ 407</u>
<b>LIABILITIES AND FUND BALANCES</b>			
Liabilities:			
Deficiency in cash and short-term investments.....	\$ -	\$ -	\$ 1,770,509
Accounts payable.....	345,736	19,483	169,549
Accrued payroll.....	22,326	1,612	104
Due to other funds.....	-	-	-
Total liabilities.....	<u>368,062</u>	<u>21,095</u>	<u>1,940,162</u>
Fund balances (deficits):			
Reserved for:			
Continuing appropriations.....	89,922	27,285	40,114
Commonwealth stabilization.....	-	-	-
Tax reduction.....	-	-	-
Debt service.....	-	26,059	-
Unreserved:			
Undesignated.....	1,842,645	207,413	(1,979,869)
Total fund balances (deficits).....	<u>1,932,567</u>	<u>260,757</u>	<u>(1,939,755)</u>
Total liabilities and fund balances.....	<u>\$ 2,300,629</u>	<u>\$ 281,852</u>	<u>\$ 407</u>



Commonwealth Stabilization	Administrative Control	Environmental	Other	Totals	
				1998	1997
\$ 1,159,588	\$ 488,455	\$ -	\$ 335,090	\$ 4,003,541	\$ 2,371,364
-	-	-	-	26,059	24,823
-	-	-	-	232,762	229,063
-	-	-	-	5,108	6,486
-	-	-	38,060	171,943	371,546
-	-	10,551	-	19,061	52,776
-	-	-	-	150,028	141,580
-	-	-	-	6,130	3,657
<u>\$ 1,159,588</u>	<u>\$ 488,455</u>	<u>\$ 10,551</u>	<u>\$ 373,150</u>	<u>\$ 4,614,632</u>	<u>\$ 3,201,295</u>
\$ -	\$ -	\$ 10,945	\$ -	\$ 1,781,454	\$ 1,206,082
-	9,273	14,996	53,279	612,316	585,985
-	25	449	100	24,616	15,182
-	-	4,120	-	4,120	-
-	9,298	30,510	53,379	2,422,506	1,807,249
-	45,427	8,533	49,008	260,289	180,260
1,159,588	-	-	-	1,159,588	799,300
-	367,663	-	-	367,663	91,764
-	-	-	-	26,059	44,891
-	66,067	(28,492)	270,763	378,527	277,831
<u>1,159,588</u>	<u>479,157</u>	<u>(19,959)</u>	<u>319,771</u>	<u>2,192,126</u>	<u>1,394,046</u>
<u>\$ 1,159,588</u>	<u>\$ 488,455</u>	<u>\$ 10,551</u>	<u>\$ 373,150</u>	<u>\$ 4,614,632</u>	<u>\$ 3,201,295</u>

# Budgeted Funds

## Combining Statement Of Revenues, Expenditures And Changes In Fund Balances - Statutory Basis

Fiscal Year Ended June 30, 1998  
(Amounts in thousands)

	General	Highway	Local Aid	Commonwealth Stabilization
<b>REVENUES AND OTHER FINANCING SOURCES</b>				
Revenues:				
Taxes.....	\$ 8,312,968	\$ 531,143	\$ 4,760,501	\$ -
Assessments.....	226,737	11,121	-	-
Federal grants and reimbursements.....	2,671,658	2,950	-	-
Departmental.....	593,226	317,513	759	-
Miscellaneous.....	111,695	2,145	302	42,931
Total revenues.....	11,916,284	864,872	4,761,562	42,931
Other financing sources:				
Fringe benefit cost recovery.....	224,761	-	-	-
Lottery reimbursements.....	71,990	-	-	-
Lottery distributions.....	1,000	-	787,802	-
Transfer for MBTA contract assistance.....	129,176	-	-	-
Caseload mitigation.....	-	-	-	-
Operating transfers in.....	197,036	338	-	-
Collective bargaining reserve.....	-	-	-	-
Stabilization transfer.....	-	-	-	317,357
Transfer for tax reduction.....	55,058	-	36,706	-
Total other financing sources.....	679,021	338	824,508	317,357
Total revenues and other financing sources.....	12,595,305	865,210	5,586,070	360,288
<b>EXPENDITURES AND OTHER FINANCING USES</b>				
Expenditures:				
Legislature.....	51,045	-	-	-
Judiciary.....	47,139	-	418,694	-
Inspector General.....	1,858	-	-	-
Governor and Lieutenant Governor.....	5,080	-	-	-
Secretary of the Commonwealth.....	16,513	-	4,948	-
Treasurer and Receiver-General.....	91,788	600	2,783	-
Auditor of the Commonwealth.....	12,246	-	707	-
Attorney General.....	23,574	8	723	-
Ethics Commission.....	638	-	641	-
District Attorney.....	247	-	58,496	-
Office of Campaign & Political Finance.....	381	-	383	-
Sheriff's Departments.....	40,307	54	33	-
Disabled Persons Protection Commission.....	1,516	-	-	-
Board of Library Commissioners.....	3,815	-	2,426	-
Comptroller.....	6,701	-	-	-
Administration and finance.....	801,647	6,605	121,372	-
Environmental affairs.....	58,463	25,566	28,757	-
Communities and development.....	100,642	-	30,927	-
Health and human services.....	3,010,817	-	1,421	-
Transportation and construction.....	496,854	171,036	126,471	-
Education.....	12,998	-	200,247	-
Higher education.....	856,624	-	5	-
Public safety.....	393,800	183,466	217,824	-
Economic development.....	10,556	-	-	-
Elder affairs.....	142,853	-	9,335	-
Consumer affairs.....	31,717	2,009	-	-
Labor.....	45,711	2	242	-
Direct local aid.....	689	43,472	3,904,821	-
Medicaid.....	3,470,215	-	32,000	-
Pension.....	375,212	76,627	616,886	-
Debt service:				
Principal retirement.....	372,233	149,338	54,989	-
Interest and fiscal charges.....	253,536	179,732	71,237	-
Total expenditures.....	10,737,415	838,515	5,906,368	-
Other financing uses:				
Fringe benefit cost assessment.....	-	-	65,434	-
Transfer for MBTA contract assistance.....	-	43,059	86,117	-
Operating transfers out.....	210,889	3,766	924	-
Sewer rate relief.....	-	-	44,210	-
Collective bargaining reserve.....	75,068	-	-	-
Caseload mitigation.....	5	-	-	-
Transfer for capital projects funds.....	96,235	93,000	-	-
Surplus transfer for capital projects.....	111,571	-	-	-
Stabilization transfer.....	250,414	-	66,943	-
Transfer for tax reduction.....	362,500	-	-	-
Total other financing uses.....	1,106,682	139,825	263,628	-
Total expenditures and other financing uses.....	11,844,097	978,340	6,169,996	-
Excess (deficiency) of revenues and other financing sources over expenditures and other financing uses.....	751,208	(113,130)	(583,926)	360,288
Fund balances (deficit) at beginning of year.....	1,181,359	373,887	(1,355,829)	799,300
Fund balances (deficit) at end of year.....	\$ 1,932,567	\$ 260,757	\$ (1,939,755)	\$ 1,159,588

Administrative Control	Environmental	Other	Totals	
			1998	1997
\$ 160,072	\$ 7,659	\$ 253,913	\$ 14,026,256	\$ 12,864,501
-	17,276	-	255,134	226,070
37,386	3,231	645,956	3,361,181	3,019,692
81,858	56,601	32,634	1,082,591	1,107,736
6,341	25,470	411	189,295	169,223
<u>285,657</u>	<u>110,237</u>	<u>932,914</u>	<u>18,914,457</u>	<u>17,387,222</u>
-	-	-	224,761	197,667
-	-	-	71,990	76,486
-	-	-	788,802	685,137
-	-	-	129,176	137,869
-	-	10	10	128,000
8,637	605	222,123	428,739	176,732
75,068	-	-	75,068	50,000
-	-	-	317,357	234,253
362,500	-	-	454,264	150,000
<u>446,205</u>	<u>605</u>	<u>222,133</u>	<u>2,490,167</u>	<u>1,836,144</u>
<u>731,862</u>	<u>110,842</u>	<u>1,155,047</u>	<u>21,404,624</u>	<u>19,223,366</u>
-	-	-	51,045	48,968
-	-	-	465,833	426,054
-	-	-	1,858	1,602
-	-	-	5,080	5,263
124	-	748	22,333	16,358
1,569	-	1,033	97,773	96,590
-	-	-	12,953	12,766
-	89	989	25,383	23,531
-	-	-	1,279	1,193
-	-	7,396	66,139	60,335
-	-	-	764	670
-	-	11	40,405	-
-	-	-	1,516	1,429
-	-	-	6,241	3,862
428	-	-	7,129	6,730
75,555	28,746	38,812	1,072,737	992,637
5,607	78,469	1,102	197,964	178,577
14	-	4,053	135,636	132,432
24,486	-	644,294	3,681,018	3,577,268
1,161	-	3	795,525	794,087
135	-	23,804	237,184	179,540
2,467	1,811	933	861,840	806,470
8,500	127	5,588	809,305	827,995
11	-	18,233	28,800	31,458
5	-	1,686	153,879	140,834
1	-	3,187	36,914	35,367
71	-	1,951	47,977	38,213
-	-	-	3,948,982	3,558,139
-	-	163,624	3,665,839	3,455,531
-	1,046	-	1,069,771	1,069,184
129,900	-	29	706,489	750,459
2,364	-	5	506,874	525,080
<u>252,398</u>	<u>110,288</u>	<u>917,481</u>	<u>18,762,465</u>	<u>17,798,622</u>
935	12,919	13,794	93,082	63,017
-	-	-	129,176	137,869
63,362	6,839	137,836	423,616	66,866
-	-	6,490	50,700	54,398
-	-	-	75,068	50,000
-	-	5	10	128,000
-	-	-	189,235	229,800
-	-	-	111,571	89,503
-	-	-	317,357	234,253
91,764	-	-	454,264	150,000
<u>156,061</u>	<u>19,758</u>	<u>158,125</u>	<u>1,844,079</u>	<u>1,203,706</u>
<u>408,459</u>	<u>130,046</u>	<u>1,075,606</u>	<u>20,606,544</u>	<u>19,002,328</u>
323,403	(19,204)	79,441	798,080	221,038
155,754	(755)	240,330	1,394,046	1,173,008
<u>\$ 479,157</u>	<u>\$ (19,959)</u>	<u>\$ 319,771</u>	<u>\$ 2,192,126</u>	<u>\$ 1,394,046</u>

## Budgeted Funds

### Combining Statement Of Revenues, Expenditures And Changes In Fund Balances - Statutory Basis - Budget And Actual

Fiscal Year Ended June 30, 1998  
(Amounts in thousands)

	General			Highway		
	Budget	Actual	Variance Favorable (Unfavorable)	Budget	Actual	Variance Favorable (Unfavorable)
<b>REVENUES AND OTHER FINANCING SOURCES</b>						
Revenues:						
Taxes.....	\$ 7,596,600	\$ 8,312,968	\$ 716,368	\$ 507,600	\$ 531,143	\$ 23,543
Assessments.....	-	226,737	226,737	-	11,121	11,121
Federal grants and reimbursements.....	2,616,300	2,671,658	55,358	3,400	2,950	(450)
Departmental.....	780,800	593,226	(187,574)	309,100	317,513	8,413
Miscellaneous.....	-	111,695	111,695	-	2,145	2,145
Total revenues.....	10,993,700	11,916,284	922,584	820,100	864,872	44,772
Other financing sources:						
Fringe benefit cost recovery.....	-	224,761	224,761	-	-	-
Lottery reimbursements.....	80,735	71,990	(8,745)	-	-	-
Lottery distributions.....	1,000	1,000	-	-	-	-
Transfer for MBTA contract assistance.....	-	129,176	129,176	-	-	-
Caseload mitigation.....	-	-	-	-	-	-
Operating transfers in.....	268,065	197,036	(71,029)	-	338	338
Collective bargaining reserve.....	-	-	-	-	-	-
Stabilization transfer.....	-	-	-	-	-	-
Transfer for tax reduction.....	-	55,058	55,058	-	-	-
Total other financing sources.....	349,800	679,021	329,221	-	338	338
Total revenues and other financing sources.....	11,343,500	12,595,305	1,251,805	820,100	865,210	45,110
<b>EXPENDITURES AND OTHER FINANCING USES</b>						
Expenditures:						
Legislature.....	72,647	51,045	21,602	-	-	-
Judiciary.....	50,339	47,139	3,200	-	-	-
Inspector General.....	1,871	1,858	13	-	-	-
Governor and Lieutenant Governor.....	6,295	5,080	1,215	-	-	-
Secretary of the Commonwealth.....	16,811	16,513	298	-	-	-
Treasurer and Receiver-General.....	102,005	91,788	10,217	675	600	75
Auditor of the Commonwealth.....	12,250	12,246	4	-	-	-
Attorney General.....	23,694	23,574	120	8	8	-
Ethics Commission.....	638	638	-	-	-	-
District Attorney.....	274	247	27	-	-	-
Office of Campaign & Political Finance.....	383	381	2	-	-	-
Sheriff's Departments.....	45,103	40,307	4,796	58	54	4
Disabled Persons Protection Commission.....	1,528	1,516	12	-	-	-
Board of Library Commissioners.....	3,815	3,815	-	-	-	-
Comptroller.....	6,708	6,701	7	-	-	-
Administration and finance.....	846,610	801,647	44,963	32,278	6,605	25,673
Environmental affairs.....	71,894	58,463	13,431	27,326	25,566	1,760
Communities and development.....	104,543	100,642	3,901	-	-	-
Health and human services.....	3,101,943	3,010,817	91,126	-	-	-
Transportation and construction.....	503,240	496,854	6,386	173,796	171,036	2,760
Education.....	13,458	12,998	460	-	-	-
Higher education.....	862,434	856,624	5,810	-	-	-
Public safety.....	399,269	393,800	5,469	185,854	183,466	2,388
Economic development.....	11,299	10,556	743	-	-	-
Elder affairs.....	143,849	142,853	996	-	-	-
Consumer affairs.....	32,670	31,717	953	2,020	2,009	11
Labor.....	50,194	45,711	4,483	2	2	-
Direct local aid.....	2,909	689	2,220	43,472	43,472	-
Medicaid.....	3,472,784	3,470,215	2,569	-	-	-
Pension.....	375,304	375,212	92	76,647	76,627	20
Debt service:						
Principal retirement.....	381,053	372,233	8,820	152,877	149,338	3,539
Interest and fiscal charges.....	259,775	253,536	6,239	183,991	179,732	4,259
Total expenditures.....	10,977,589	10,737,415	240,174	879,004	838,515	40,489
Other financing uses:						
Fringe benefit cost assessment.....	-	-	-	-	-	-
Transfer for MBTA contract assistance.....	-	-	-	43,817	43,059	758
Operating transfers out.....	210,889	210,889	-	3,766	3,766	-
Sewer rate relief.....	-	-	-	-	-	-
Collective bargaining reserve.....	75,068	75,068	-	-	-	-
Caseload mitigation.....	5	5	-	-	-	-
Transfer for capital projects funds.....	96,235	96,235	-	93,000	93,000	-
Surplus transfer for capital projects.....	-	-	(111,571)	-	-	-
Stabilization transfer.....	150,000	250,414	(100,414)	-	-	-
Transfer for tax reduction.....	362,500	362,500	-	-	-	-
Total other financing uses.....	894,697	1,106,682	(211,985)	140,583	139,825	758
Total expenditures and other financing uses.....	11,872,286	11,844,097	28,189	1,019,587	978,340	41,247
Excess (deficiency) of revenues and other financing sources over expenditures and other financing uses.....	(528,786)	751,208	1,279,994	(199,487)	(113,130)	86,357
Fund balances (deficit) at beginning of year.....	1,181,359	1,181,359	-	373,887	373,887	-
Fund balances (deficit) at end of year.....	\$ 652,573	\$ 1,932,567	\$ 1,279,994	\$ 174,400	\$ 260,757	\$ 86,357

Local Aid			Commonwealth Stabilization			Administrative Control		
Budget	Actual	Variance Favorable (Unfavorable)	Budget	Actual	Variance Favorable (Unfavorable)	Budget	Actual	Variance Favorable (Unfavorable)
\$ 4,353,500	\$ 4,760,501	\$ 407,001	\$ -	\$ -	\$ -	\$ 106,900	\$ 160,072	\$ 53,172
-	-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	37,386	37,386
1,900	759	(1,141)	22,500	-	(22,500)	10,594	81,858	71,264
-	302	302	-	42,931	42,931	-	6,341	6,341
4,355,400	4,761,562	406,162	22,500	42,931	20,431	117,494	285,657	168,163
-	-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-	-
639,800	787,802	148,002	-	-	-	-	-	-
-	-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	8,637	8,637
-	-	-	-	-	-	-	75,068	75,068
-	-	-	-	317,357	317,357	-	-	-
-	36,706	36,706	-	-	-	-	362,500	362,500
639,800	824,508	184,708	-	317,357	317,357	-	446,205	446,205
4,995,200	5,586,070	590,870	22,500	360,288	337,788	117,494	731,862	614,368
-	-	-	-	-	-	-	-	-
447,571	418,694	28,877	-	-	-	-	-	-
-	-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-	-
5,581	4,948	633	-	-	-	125	124	1
3,292	2,783	509	-	-	-	1,569	1,569	-
707	707	-	-	-	-	-	-	-
724	723	1	-	-	-	-	-	-
641	641	-	-	-	-	-	-	-
58,880	58,496	384	-	-	-	-	-	-
385	383	2	-	-	-	-	-	-
35	33	2	-	-	-	-	-	-
-	-	-	-	-	-	-	-	-
2,462	2,426	36	-	-	-	-	-	-
-	-	-	-	-	-	428	428	-
151,044	121,372	29,672	-	-	-	122,838	75,555	47,283
30,036	28,757	1,279	-	-	-	5,644	5,607	37
31,001	30,927	74	-	-	-	14	14	-
11,661	1,421	10,240	-	-	-	28,847	24,486	4,361
129,067	126,471	2,596	-	-	-	1,191	1,161	30
203,168	200,247	2,921	-	-	-	135	135	-
5	5	-	-	-	-	2,553	2,467	86
224,602	217,824	6,778	-	-	-	8,525	8,500	25
250	-	250	-	-	-	11	11	-
9,439	9,335	104	-	-	-	5	5	-
-	-	-	-	-	-	1	1	-
242	242	-	-	-	-	71	71	-
3,906,670	3,904,821	1,849	-	-	-	-	-	-
32,000	32,000	-	-	-	-	-	-	-
616,886	616,886	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-	-
56,292	54,989	1,303	-	-	-	129,900	129,900	-
72,925	71,237	1,688	-	-	-	2,364	2,364	-
5,995,566	5,906,368	89,198	-	-	-	304,221	252,398	51,823
-	65,434	(65,434)	-	-	-	-	935	(935)
87,633	86,117	1,516	-	-	-	-	-	-
924	924	-	-	-	-	63,362	63,362	-
44,210	44,210	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-	-
-	66,943	(66,943)	-	-	-	-	-	-
-	-	-	-	-	-	91,764	91,764	-
132,767	263,628	(130,861)	-	-	-	155,126	156,061	(935)
6,128,333	6,169,996	(41,663)	-	-	-	459,347	408,459	50,888
(1,133,133)	(583,926)	549,207	22,500	360,288	337,788	(341,853)	323,403	665,256
(1,355,829)	(1,355,829)	-	799,300	799,300	-	155,754	155,754	-
\$ (2,488,962)	\$ (1,939,755)	\$ 549,207	\$ 821,800	\$ 1,159,588	\$ 337,788	\$ (186,099)	\$ 479,157	\$ 665,256

continued

## Budgeted Funds

### Combining Statement Of Revenues, Expenditures And Changes In Fund Balances - Statutory Basis - Budget And Actual

Fiscal Year Ended June 30, 1998  
(Amounts in thousands)

	Environmental			Other		
	Budget	Actual	Variance Favorable (Unfavorable)	Budget	Actual	Variance Favorable (Unfavorable)
<b>REVENUES AND OTHER FINANCING SOURCES</b>						
Revenues:						
Taxes.....	\$ 8,400	\$ 7,659	\$ (741)	\$ 242,300	\$ 253,913	\$ 11,613
Assessments.....	-	17,276	17,276	-	-	-
Federal grants and reimbursements.....	4,351	3,231	(1,120)	663,149	645,956	(17,193)
Departmental.....	85,383	56,601	(28,782)	33,323	32,634	(689)
Miscellaneous.....	-	25,470	25,470	-	411	411
Total revenues.....	98,134	110,237	12,103	938,772	932,914	(5,858)
Other financing sources:						
Fringe benefit cost recovery.....	-	-	-	-	-	-
Lottery reimbursements.....	-	-	-	-	-	-
Lottery distributions.....	-	-	-	-	-	-
Transfer for MBTA contract assistance.....	-	-	-	-	-	-
Caseload mitigation.....	-	-	-	-	10	10
Operating transfers in.....	100	605	505	36,952	222,123	185,171
Collective bargaining reserve.....	-	-	-	-	-	-
Stabilization transfer.....	-	-	-	-	-	-
Transfer for tax reduction.....	-	-	-	-	-	-
Total other financing sources.....	100	605	505	36,952	222,133	185,181
Total revenues and other financing sources.....	98,234	110,842	12,608	975,724	1,155,047	179,323
<b>EXPENDITURES AND OTHER FINANCING USES</b>						
Expenditures:						
Legislature.....	-	-	-	-	-	-
Judiciary.....	-	-	-	-	-	-
Inspector General.....	-	-	-	-	-	-
Governor and Lieutenant Governor.....	-	-	-	-	-	-
Secretary of the Commonwealth.....	-	-	-	2,145	748	1,397
Treasurer and Receiver-General.....	-	-	-	1,033	1,033	-
Auditor of the Commonwealth.....	-	-	-	-	-	-
Attorney General.....	98	89	9	992	989	3
Ethics Commission.....	-	-	-	-	-	-
District Attorney.....	-	-	-	7,508	7,396	112
Office of Campaign & Political Finance.....	-	-	-	-	-	-
Sherriff's Departments.....	-	-	-	22	11	11
Disabled Persons Protection Commission.....	-	-	-	-	-	-
Board of Library Commissioners.....	-	-	-	-	-	-
Comptroller.....	-	-	-	-	-	-
Administration and finance.....	30,732	28,746	1,986	44,219	38,812	5,407
Environmental affairs.....	88,494	78,469	10,025	1,164	1,102	62
Communities and development.....	-	-	-	4,141	4,053	88
Health and human services.....	-	-	-	657,746	644,294	13,452
Transportation and construction.....	-	-	-	3	3	-
Education.....	-	-	-	24,151	23,804	347
Higher education.....	1,886	1,811	75	1,076	933	143
Public safety.....	132	127	5	5,695	5,588	107
Economic development.....	-	-	-	65,928	18,233	47,695
Elder affairs.....	-	-	-	1,876	1,686	190
Consumer affairs.....	-	-	-	3,607	3,187	420
Labor.....	-	-	-	2,045	1,951	94
Direct local aid.....	-	-	-	-	-	-
Medicaid.....	-	-	-	201,724	163,624	38,100
Pension.....	1,046	1,046	-	-	-	-
Debt service:						
Principal retirement.....	-	-	-	30	29	1
Interest and fiscal charges.....	-	-	-	5	5	-
Total expenditures.....	122,388	110,288	12,100	1,025,110	917,481	107,629
Other financing uses:						
Fringe benefit cost assessment.....	-	12,919	(12,919)	-	13,794	(13,794)
Transfer for MBTA contract assistance.....	-	-	-	-	-	-
Operating transfers out.....	6,839	6,839	-	137,836	137,836	-
Sewer rate relief.....	-	-	-	6,490	6,490	-
Collective bargaining reserve.....	-	-	-	-	-	-
Caseload mitigation.....	-	-	-	5	5	-
Capital investment trust fund.....	-	-	-	-	-	-
Surplus transfer for capital projects.....	-	-	-	-	-	-
Stabilization transfer.....	-	-	-	-	-	-
Transfer for tax reduction.....	-	-	-	-	-	-
Total other financing uses.....	6,839	19,758	(12,919)	144,331	158,125	(13,794)
Total expenditures and other financing uses.....	129,227	130,046	(819)	1,169,441	1,075,606	93,835
Excess (deficiency) of revenues and other financing sources over expenditures and other financing uses.....	(30,993)	(19,204)	11,789	(193,717)	79,441	273,158
Fund balances (deficit) at beginning of year.....	(755)	(755)	-	240,330	240,330	-
Fund balances (deficit) at end of year.....	\$ (31,748)	\$ (19,959)	\$ 11,789	\$ 46,613	\$ 319,771	\$ 273,158

Totals		Variance
Budget	Actual	Favorable (Unfavorable)
\$ 12,815,300	\$ 14,026,256	\$ 1,210,956
-	255,134	255,134
3,287,200	3,361,181	73,981
1,243,600	1,082,591	(161,009)
-	189,295	189,295
17,346,100	18,914,457	1,568,357
-	224,761	224,761
80,735	71,990	(8,745)
640,800	788,802	148,002
-	129,176	129,176
-	10	10
305,117	428,739	123,622
-	75,068	75,068
-	317,357	317,357
-	454,264	454,264
1,026,652	2,490,167	1,463,515
18,372,752	21,404,624	3,031,872
72,647	51,045	21,602
497,910	465,833	32,077
1,871	1,858	13
6,295	5,080	1,215
24,662	22,333	2,329
108,574	97,773	10,801
12,957	12,953	4
25,516	25,383	133
1,279	1,279	-
66,662	66,139	523
768	764	4
45,218	40,405	4,813
1,528	1,516	12
6,277	6,241	36
7,136	7,129	7
1,227,721	1,072,737	154,984
224,558	197,964	26,594
139,699	135,636	4,063
3,800,197	3,681,018	119,179
807,297	795,525	11,772
240,912	237,184	3,728
867,954	861,840	6,114
824,077	809,305	14,772
77,488	28,800	48,688
155,169	153,879	1,290
38,298	36,914	1,384
52,554	47,977	4,577
3,953,051	3,948,982	4,069
3,706,508	3,665,839	40,669
1,069,883	1,069,771	112
720,152	706,489	13,663
519,060	506,874	12,186
19,303,878	18,762,465	541,413
-	93,082	(93,082)
131,450	129,176	2,274
423,616	423,616	-
50,700	50,700	-
75,068	75,068	-
10	10	-
189,235	189,235	-
-	111,571	(111,571)
150,000	317,357	(167,357)
454,264	454,264	-
1,474,343	1,844,079	(369,736)
20,778,221	20,606,544	171,677
(2,405,469)	798,080	3,203,549
1,394,046	1,394,046	-
\$ (1,011,423)	\$ 2,192,126	\$ 3,203,549

**General Fund**  
**Balance Sheet - Statutory Basis**

June 30, 1998  
(Amounts in thousands)

	<u>1998</u>	<u>1997</u>
<b>ASSETS</b>		
Cash and short-term investments.....	\$ 1,765,009	\$ 758,779
Advances to related entity.....	232,762	229,063
Receivables, net of allowance for uncollectibles:		
Taxes.....	5,108	6,486
Due from federal government.....	133,883	371,503
Other receivables.....	8,454	43,129
Due from cities and towns.....	149,621	140,912
Due from other funds.....	5,792	3,657
Total assets.....	<u>\$ 2,300,629</u>	<u>\$ 1,553,529</u>
 <b>LIABILITIES AND FUND BALANCE</b>		
Liabilities:		
Accounts payable.....	\$ 345,736	\$ 358,120
Accrued payroll.....	22,326	14,050
Total liabilities.....	<u>368,062</u>	<u>372,170</u>
Fund balance:		
Reserved fund balance:		
Reserved for continuing appropriations.....	89,922	80,459
Unreserved fund balance:		
Undesignated.....	1,842,645	1,100,900
Total fund balance.....	<u>1,932,567</u>	<u>1,181,359</u>
Total liabilities and fund balance.....	<u>\$ 2,300,629</u>	<u>\$ 1,553,529</u>



**General Fund**  
**Statement Of Revenues, Expenditures And Changes In Fund Balance - Statutory Basis**

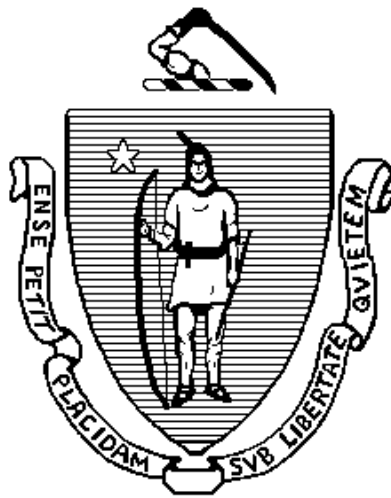
Fiscal Year Ended June 30, 1998  
(Amounts in thousands)

	1998 Budget	1998 Actual	Variance Favorable (Unfavorable)	1997 Actual
<b>REVENUES AND OTHER SOURCES</b>				
Revenues:				
Taxes.....	\$ 7,596,600	\$ 8,312,968	\$ 716,368	\$ 7,546,903
Assessments.....	-	226,737	226,737	199,666
Federal grants and reimbursements.....	2,616,300	2,671,658	55,358	2,971,955
Departmental.....	780,800	593,226	(187,574)	636,124
Miscellaneous.....	-	111,695	111,695	105,803
Total revenues.....	10,993,700	11,916,284	922,584	11,460,451
Other financing sources:				
Fringe benefit cost recovery.....	-	224,761	224,761	196,996
Lottery reimbursements.....	80,735	71,990	(8,745)	76,486
Lottery distributions.....	1,000	1,000	-	343
Transfer for MBTA contract assistance.....	-	129,176	129,176	137,869
Transfers for tax reduction.....	-	55,058	55,058	90,000
Operating transfers in.....	268,065	197,036	(71,029)	164,303
Total other financing sources.....	349,800	679,021	329,221	665,997
Total revenues and other sources.....	11,343,500	12,595,305	1,251,805	12,126,448
<b>EXPENDITURES AND OTHER USES</b>				
Expenditures:				
Legislature.....	72,647	51,045	21,602	48,968
Judiciary.....	50,339	47,139	3,200	40,863
Inspector General.....	1,871	1,858	13	1,602
Governor and Lieutenant Governor.....	6,295	5,080	1,215	5,263
Secretary of the Commonwealth.....	16,811	16,513	298	10,127
Treasurer and Receiver-General.....	102,005	91,788	10,217	92,466
Auditor of the Commonwealth.....	12,250	12,246	4	12,071
Attorney General.....	23,694	23,574	120	21,891
Ethics Commission.....	638	638	-	581
District Attorney.....	274	247	27	378
Office of Campaign and Political Finance.....	383	381	2	334
Sheriff's Departments.....	45,103	40,307	4,796	-
Disabled Persons Protection Commission.....	1,528	1,516	12	1,397
Board of library commissioners.....	3,815	3,815	-	1,837
Comptroller.....	6,708	6,701	7	6,104

**General Fund**  
**Statement Of Revenues, Expenditures And Changes In Fund Balance - Statutory Basis**

Fiscal Year Ended June 30, 1998  
(Amounts in thousands)

	1998 Budget	1998 Actual	Variance Favorable (Unfavorable)	1997 Actual
Expenditures (continued):				
Administration and finance.....	846,610	801,647	44,963	749,390
Environmental affairs.....	71,894	58,463	13,431	51,293
Communities and development.....	104,543	100,642	3,901	102,443
Health and human services.....	3,101,943	3,010,817	91,126	3,467,775
Transportation and construction.....	503,240	496,854	6,386	498,916
Education.....	13,458	12,998	460	12,215
Higher education.....	862,434	856,624	5,810	795,406
Public safety.....	399,269	393,800	5,469	364,913
Economic development.....	11,299	10,556	743	6,484
Elder affairs.....	143,849	142,853	996	130,491
Consumer affairs.....	32,670	31,717	953	30,199
Labor.....	50,194	45,711	4,483	30,238
Direct local aid.....	2,909	689	2,220	839
Medicaid.....	3,472,784	3,470,215	2,569	3,383,531
Pension.....	375,304	375,212	92	358,508
Debt service:				
Principal retirement.....	381,053	372,233	8,820	330,495
Interest and fiscal charges.....	259,775	253,536	6,239	265,639
Total expenditures.....	10,977,589	10,737,415	240,174	10,822,657
Other financing uses:				
Collective bargaining reserve.....	75,068	75,068	-	50,000
Caseload mitigation.....	5	5	-	128,000
Transfer for capital projects funds.....	96,235	96,235	-	229,800
Surplus transfer for capital projects.....	-	111,571	(111,571)	89,503
Operating transfers out.....	210,889	210,889	-	10,066
Stabilization transfer.....	150,000	250,414	(100,414)	180,552
Transfer for tax reduction.....	362,500	362,500	-	-
Total other financing uses.....	894,697	1,106,682	(211,985)	687,921
Total expenditures and other uses.....	11,872,286	11,844,097	28,189	11,510,578
Excess (deficiency) of revenues and other sources over expenditures and other uses.....	(528,786)	751,208	1,279,994	615,870
Fund balance at beginning of year.....	1,181,359	1,181,359	-	565,489
Fund balance at end of year.....	\$ 652,573	\$ 1,932,567	\$ 1,279,994	\$ 1,181,359



THIS PAGE LEFT INTENTIONALLY BLANK

# Highway Fund

## Balance Sheet - Statutory Basis

June 30, 1998  
(Amounts in thousands)

	<u>1998</u>	<u>1997</u>
<b>ASSETS</b>		
Cash and short-term investments.....	\$ 255,399	\$ 377,291
Cash with fiscal agent.....	26,059	24,077
Receivables, net of allowance for uncollectibles:		
Due from federal government.....	-	43
Other receivables.....	56	-
Due from other funds.....	<u>338</u>	<u>-</u>
Total assets.....	<u>\$ 281,852</u>	<u>\$ 401,411</u>
 <b>LIABILITIES AND FUND BALANCE</b>		
Liabilities:		
Accounts payable.....	\$ 19,483	\$ 26,727
Accrued payroll.....	<u>1,612</u>	<u>797</u>
Total liabilities.....	<u>21,095</u>	<u>27,524</u>
Fund balance:		
Reserved fund balance:		
Reserved for continuing appropriations.....	27,285	145
Reserved for debt service.....	26,059	24,077
Unreserved fund balance:		
Undesignated.....	<u>207,413</u>	<u>349,665</u>
Total fund balance.....	<u>260,757</u>	<u>373,887</u>
Total liabilities and fund balance.....	<u>\$ 281,852</u>	<u>\$ 401,411</u>

# Highway Fund

## Statement of Revenues, Expenditures And Changes In Fund Balance - Statutory Basis

Fiscal Year Ended June 30, 1998

(Amounts in thousands)

	1998 Budget	1998 Actual	Variance Favorable (Unfavorable)	1997 Actual
<b>REVENUES AND OTHER SOURCES</b>				
Revenues:				
Taxes.....	\$ 507,600	\$ 531,143	\$ 23,543	\$ 514,560
Assessments.....	-	11,121	11,121	10,250
Federal grants and reimbursements.....	3,400	2,950	(450)	2,675
Departmental.....	309,100	317,513	8,413	317,357
Miscellaneous.....	-	2,145	2,145	1,836
Total revenues.....	820,100	864,872	44,772	846,678
Other financing sources:				
Operating transfers in.....	-	338	338	-
Total other financing sources.....	-	338	338	-
Total revenues and other sources.....	820,100	865,210	45,110	846,678
<b>EXPENDITURES AND OTHER USES</b>				
Expenditures:				
Treasurer and Receiver-General.....	675	600	75	636
Attorney General.....	8	8	-	8
Sheriff's departments.....	58	54	4	-
Administration and finance.....	32,278	6,605	25,673	5,428
Environmental affairs.....	27,326	25,566	1,760	27,158
Transportation and construction.....	173,796	171,036	2,760	177,115
Public safety.....	185,854	183,466	2,388	186,212
Labor.....	2	2	-	2
Consumer affairs.....	2,020	2,009	11	2,032
Direct local aid.....	43,472	43,472	-	43,472
Pension.....	76,647	76,627	20	74,185
Debt service:				
Principal retirement.....	152,877	149,338	3,539	126,022
Interest and fiscal charges.....	183,991	179,732	4,259	170,933
Total expenditures.....	879,004	838,515	40,489	813,203
Other financing uses:				
Transfer for MBTA contract assistance.....	43,817	43,059	758	45,956
Transfer for capital projects funds.....	93,000	93,000	-	-
Operating transfers out.....	3,766	3,766	-	2,981
Total other financing uses.....	140,583	139,825	758	48,937
Total expenditures and other uses.....	1,019,587	978,340	41,247	862,140
Excess (deficiency) of revenues and other sources: over expenditures and other uses.....	(199,487)	(113,130)	86,357	(15,462)
Fund balance at beginning of year.....	373,887	373,887	-	389,349
Fund balance at end of year.....	\$ 174,400	\$ 260,757	\$ 86,357	\$ 373,887

**Infrastructure Fund (Subfund Of Highway Fund)**  
**Balance Sheet - Statutory Basis**

June 30, 1998  
(Amounts in thousands)

	1998	1997
<b>ASSETS</b>		
Cash and short-term investments.....	\$ 584,818	\$ 458,108
Cash with fiscal agent.....	26,059	24,076
Total assets.....	<u>\$ 610,877</u>	<u>\$ 482,184</u>
<b>LIABILITIES AND FUND BALANCE</b>		
Liabilities:		
Accounts payable.....	\$ -	\$ -
Total liabilities.....	<u>-</u>	<u>-</u>
Fund balance:		
Reserved fund balance:		
Reserved for debt service.....	26,059	24,076
Unreserved fund balance:		
Undesignated.....	584,818	458,108
Total fund balance.....	<u>610,877</u>	<u>482,184</u>
Total liabilities and fund balance.....	<u>\$ 610,877</u>	<u>\$ 482,184</u>

Note: The Infrastructure Fund was established by Section 16 of Chapter 121, Acts of 1990 as a subfund of the Highway Fund, and it is a component of, not an addition to, that fund. The entire Highway Fund, including this subfund, is presented in the preceding financial statements labeled Highway Fund.

**Infrastructure Fund (Subfund Of Highway Fund)**  
**Statement of Revenues, Expenditures And Changes In Fund Balance - Statutory Basis**

Fiscal Year Ended June 30, 1998  
(Amounts in thousands)

	1998 Budget	1998 Actual	Variance Favorable (Unfavorable)	1997 Actual
<b>REVENUES AND OTHER SOURCES</b>				
Revenues:				
Taxes.....	\$ 178,700	\$ 178,700	\$ -	\$ 175,044
Miscellaneous.....	-	1,635	1,635	1,450
Total revenues.....	<u>178,700</u>	<u>180,335</u>	<u>1,635</u>	<u>176,494</u>
Other financing sources:				
Operating transfers in.....	-	-	-	-
Total other financing sources.....	-	-	-	-
Total revenues and other sources.....	<u>178,700</u>	<u>180,335</u>	<u>1,635</u>	<u>176,494</u>
<b>EXPENDITURES AND OTHER USES</b>				
Expenditures:				
Debt service:				
Principal retirement.....	22,570	22,570	-	14,500
Interest and fiscal charges.....	29,072	29,072	-	29,383
Total expenditures.....	<u>51,642</u>	<u>51,642</u>	<u>-</u>	<u>43,883</u>
Other financing uses:				
Operating transfers out.....	-	-	-	-
Total other financing uses.....	-	-	-	-
Total expenditures and other uses.....	<u>51,642</u>	<u>51,642</u>	<u>-</u>	<u>43,883</u>
Excess of revenues and other sources over expenditures and other uses.....	127,058	128,693	1,635	132,611
Fund balance at beginning of year.....	482,184	482,184	-	349,573
Fund balance at end of year.....	<u>\$ 609,242</u>	<u>\$ 610,877</u>	<u>\$ 1,635</u>	<u>\$ 482,184</u>

Note: The Infrastructure Fund was established by Section 16 of Chapter 121, Acts of 1990 as a subfund of the Highway Fund, and it is a component of, not an addition to, that fund. The entire Highway Fund, including this subfund, is presented in the preceding financial statements labeled Highway Fund.

**Local Aid Fund**  
**Balance Sheet - Statutory Basis**

June 30, 1998  
(Amounts in thousands)

	<u>1998</u>	<u>1997</u>
<b>ASSETS</b>		
Due from cities and towns.....	\$ 407	\$ 668
Total assets.....	<u>\$ 407</u>	<u>\$ 668</u>
<b>LIABILITIES AND FUND BALANCE</b>		
Liabilities:		
Deficiency in cash and short-term investments.....	\$ 1,770,509	\$ 1,206,082
Accounts payable.....	169,549	150,364
Accrued payroll.....	<u>104</u>	<u>51</u>
Total liabilities.....	<u>1,940,162</u>	<u>1,356,497</u>
Fund balance (deficits):		
Reserved fund balance:		
Reserved for continuing appropriations.....	40,114	36,755
Unreserved fund:		
Undesignated.....	<u>(1,979,869)</u>	<u>(1,392,584)</u>
Total fund deficits.....	<u>(1,939,755)</u>	<u>(1,355,829)</u>
Total liabilities and fund balance.....	<u>\$ 407</u>	<u>\$ 668</u>



**Local Aid Fund**  
**Statement of Revenues, Expenditures And Changes in Fund Balance - Statutory Basis**

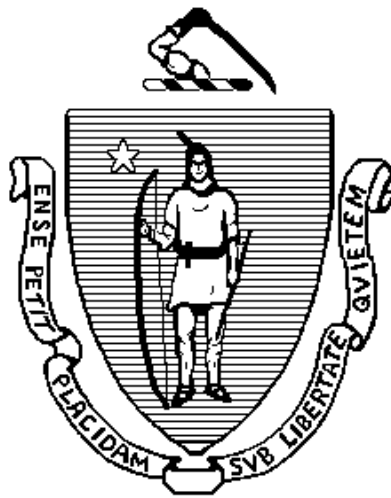
Fiscal Year Ended June 30, 1998  
(Amounts in thousands)

	1998 Budget	1998 Actual	Variance Favorable (Unfavorable)	1997 Actual
<b>REVENUES AND OTHER SOURCES</b>				
Revenues:				
Taxes.....	\$ 4,353,500	\$ 4,760,501	\$ 407,001	\$ 4,297,166
Departmental.....	1,900	759	(1,141)	1,761
Miscellaneous.....	-	302	302	282
Total revenues.....	4,355,400	4,761,562	406,162	4,299,209
Other financing sources:				
Lottery distributions.....	639,800	787,802	148,002	684,794
Transfers for tax reduction.....	-	36,706	36,706	60,000
Total other financing sources.....	639,800	824,508	184,708	744,794
Total revenues and other sources.....	4,995,200	5,586,070	590,870	5,044,003
<b>EXPENDITURES AND OTHER USES</b>				
Expenditures:				
Judiciary.....	447,571	418,694	28,877	381,713
Secretary of the Commonwealth .....	5,581	4,948	633	6,106
Treasurer and Receiver-General.....	3,292	2,783	509	2,916
Auditor of the Commonwealth.....	707	707	-	695
Attorney General.....	724	723	1	682
Ethics Commission.....	641	641	-	584
District Attorney.....	58,880	58,496	384	53,517
Office of Campaign and Political Finance.....	385	383	2	336
Sheriff's Departments.....	35	33	2	-
Board of Library Commissioners.....	2,462	2,426	36	2,025
Administration and finance.....	151,044	121,372	29,672	120,055
Environmental affairs.....	30,036	28,757	1,279	26,647
Communities and development.....	31,001	30,927	74	29,872
Health and human services.....	11,661	1,421	10,240	1,009
Transportation and construction.....	129,067	126,471	2,596	117,000
Education.....	203,168	200,247	2,921	138,476
Higher education.....	5	5	-	263

**Local Aid Fund**  
**Statement of Revenues, Expenditures And Changes in Fund Balance**

Fiscal Year Ended June 30, 1998  
(Amounts in thousands)

	1998 Budget	1998 Actual	Variance Favorable (Unfavorable)	1997 Actual
Expenditures (continued):				
Public safety.....	224,602	217,824	6,778	232,826
Economic development.....	250	-	250	-
Elder affairs.....	9,439	9,335	104	9,192
Labor.....	242	242	-	113
Direct local aid.....	3,906,670	3,904,821	1,849	3,513,828
Medicaid.....	32,000	32,000	-	72,000
Pension.....	616,886	616,886	-	635,480
Debt service:				
Principal retirement.....	56,292	54,989	1,303	40,877
Interest and fiscal charges.....	72,925	71,237	1,688	68,003
Total expenditures.....	<u>5,995,566</u>	<u>5,906,368</u>	<u>89,198</u>	<u>5,454,215</u>
Other financing uses:				
Fringe benefit cost assessment.....	-	65,434	(65,434)	46,014
Transfer for MBTA contract assistance.....	87,633	86,117	1,516	91,913
Sewer rate relief.....	44,210	44,210	-	44,107
Operating transfers out.....	924	924	-	1,004
Stabilization transfer.....	-	66,943	(66,943)	53,701
Total other financing uses.....	<u>132,767</u>	<u>263,628</u>	<u>(130,861)</u>	<u>236,739</u>
Total expenditure and other uses.....	<u>6,128,333</u>	<u>6,169,996</u>	<u>(41,663)</u>	<u>5,690,954</u>
Deficiency of revenues and other sources over expenditures and other uses.....	(1,133,133)	(583,926)	549,207	(646,951)
Fund deficit at beginning of year.....	<u>(1,355,829)</u>	<u>(1,355,829)</u>	<u>-</u>	<u>(708,878)</u>
Fund deficit at end of year.....	<u>\$ (2,488,962)</u>	<u>\$ (1,939,755)</u>	<u>\$ 549,207</u>	<u>\$ (1,355,829)</u>



THIS PAGE LEFT INTENTIONALLY BLANK

**Commonwealth Stabilization Fund**  
Balance Sheet- Statutory Basis

June 30, 1998  
(Amounts in thousands)

	<u>1998</u>	<u>1997</u>
<b>ASSETS</b>		
Cash and short-term investments.....	\$ 1,159,588	\$ 799,300
Total assets.....	<u>\$ 1,159,588</u>	<u>\$ 799,300</u>
<b>LIABILITIES AND FUND EQUITY</b>		
Liabilities:		
Accounts payable.....	\$ -	\$ -
Total liabilities.....	<u>-</u>	<u>-</u>
Fund equity:		
Reserved fund balance:		
Reserved for stabilization.....	1,159,588	799,300
Total fund balance.....	<u>1,159,588</u>	<u>799,300</u>
Total liabilities and fund balance.....	<u>\$ 1,159,588</u>	<u>\$ 799,300</u>

**Commonwealth Stabilization Fund**  
Statement of Revenues, Expenditures And Changes In Fund Balance - Statutory Basis

Fiscal Year Ended June 30, 1998  
(Amounts in thousands)

	1998 Budget	1998 Actual	Variance Favorable (Unfavorable)	1997 Actual
<b>REVENUES AND OTHER SOURCES</b>				
Revenues:				
Departmental.....	\$ 22,500	\$ -	\$ (22,500)	\$ -
Miscellaneous.....	-	42,931	42,931	21,744
Total revenues.....	<u>22,500</u>	<u>42,931</u>	<u>20,431</u>	<u>21,744</u>
Other financing sources:				
Stabilization transfer.....	-	317,357	317,357	234,253
Total other financing sources.....	<u>-</u>	<u>317,357</u>	<u>317,357</u>	<u>234,253</u>
Total revenues and other sources.....	<u>22,500</u>	<u>360,288</u>	<u>337,788</u>	<u>255,997</u>
<b>EXPENDITURES AND OTHER USES</b>				
Expenditures:				
Administration and finance.....	-	-	-	-
Total expenditures.....	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Other financing uses:				
Transfers for tax reduction.....	-	-	-	-
Total other financing uses.....	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total expenditures and other uses.....	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Excess of revenues and other sources over expenditures and other uses.....	22,500	360,288	337,788	255,997
Fund balance at beginning of year.....	799,300	799,300	-	543,303
Fund balance at end of year.....	<u>\$ 821,800</u>	<u>\$1,159,588</u>	<u>\$ 337,788</u>	<u>\$ 799,300</u>

**Tax Reduction Fund**  
**Balance Sheet - Statutory Basis**

June 30, 1998  
(Amounts in thousands)

	<u>1998</u>	<u>1997</u>
<b>ASSETS</b>		
Cash and short-term investments.....	\$ 205,163	\$ 91,764
Total assets.....	<u>\$ 205,163</u>	<u>\$ 91,764</u>
<b>LIABILITIES AND FUND BALANCE</b>		
Liabilities:		
Accounts payable.....	\$ -	\$ -
Total liabilities.....	<u>-</u>	<u>-</u>
Fund balance:		
Reserved for:		
Tax reduction.....	<u>205,163</u>	<u>91,764</u>
Total fund balance.....	<u>205,163</u>	<u>91,764</u>
Total liabilities and fund balance.....	<u>\$ 205,163</u>	<u>\$ 91,764</u>

**Tax Reduction Fund**  
**Statement of Revenues, Expenditures And Changes In Fund Balance - Statutory Basis**

Fiscal Year Ended June 30, 1998  
(Amounts in thousands)

	1998 Budget	1998 Actual	Variance Favorable (Unfavorable)	1997 Actual
<b>REVENUES AND OTHER SOURCES</b>				
Revenues:				
Departmental	\$ 3,500	\$ -	\$ (3,500)	\$ -
Miscellaneous.....	-	5,163	5,163	10,042
Total revenues.....	3,500	5,163	1,663	10,042
Other financing sources:				
Transfers for tax reduction.....	-	200,000	200,000	-
Total other financing sources.....	-	200,000	200,000	-
Total revenues and other sources.....	3,500	205,163	201,663	10,042
<b>EXPENDITURES AND OTHER USES</b>				
Expenditures:				
Administration and finance.....	-	-	-	-
Total expenditures.....	-	-	-	-
Other financing uses:				
Transfers for tax reduction.....	91,764	91,764	-	150,000
Total other financing uses.....	91,764	91,764	-	150,000
Total expenditures and other uses.....	91,764	91,764	-	150,000
Excess (deficiency) of revenues and other sources over expenditures and other uses.....	(88,264)	113,399	201,663	(139,958)
Fund balance at beginning of year.....	91,764	91,764	-	231,722
Fund balance at end of year.....	<u>\$ 3,500</u>	<u>\$ 205,163</u>	<u>\$ 201,663</u>	<u>\$ 91,764</u>

**Intragovernmental Service Fund**  
**Balance Sheet - Statutory Basis**

June 30, 1998  
(Amounts in thousands)

	<u>1998</u>	<u>1997</u>
<b>ASSETS</b>		
Cash and short-term investments.....	\$ 7,975	\$ 10,203
Total assets.....	<u>\$ 7,975</u>	<u>\$ 10,203</u>
<b>LIABILITIES AND FUND BALANCE</b>		
Liabilities:		
Accounts payable.....	\$ 7,951	\$ 10,021
Accrued payroll.....	<u>24</u>	<u>5</u>
Total liabilities.....	<u>7,975</u>	<u>10,026</u>
Fund balance:		
Reserved fund balance:		
Reserved for continuing appropriations.....	<u>-</u>	<u>177</u>
Total fund balance.....	<u>-</u>	<u>177</u>
Total liabilities and fund balance.....	<u>\$ 7,975</u>	<u>\$ 10,203</u>



**Intragovernmental Service Fund**  
**Statement of Revenues, Expenditures And Changes In Fund Balance - Statutory Basis**

Fiscal Year Ended June 30, 1998  
(Amounts in thousands)

	1998 Budget	1998 Actual	Variance Favorable (Unfavorable)	1997 Actual
<b>REVENUES AND OTHER SOURCES</b>				
Revenues:				
Departmental.....	\$ -	\$ 81,828	\$ 81,828	\$ 79,505
Total revenues.....	-	81,828	81,828	79,505
Other financing sources:				
Fringe benefit cost recovery.....	-	-	-	671
Operating transfers in.....	-	8,637	8,637	9,651
Total other financing sources.....	-	8,637	8,637	10,322
Total revenues and other sources.....	-	90,465	90,465	89,827
<b>EXPENDITURES AND OTHER USES</b>				
Expenditures:				
Secretary of the Commonwealth.....	125	124	1	125
Administration and finance.....	75,081	72,846	2,235	74,206
Environmental affairs.....	470	433	37	571
Health and human services.....	6,509	6,464	45	4,629
Transportation and construction.....	171	141	30	278
Public safety.....	6,954	6,929	25	7,104
Total expenditures.....	89,310	86,937	2,373	86,913
Other financing uses:				
Fringe benefit cost assessment.....	-	841	(841)	482
Operating transfers out.....	2,864	2,864	-	2,405
Total other financing uses.....	2,864	3,705	(841)	2,887
Total expenditures and other uses.....	92,174	90,642	1,532	89,800
Excess (deficiency) of revenues and other sources over expenditures and other uses.....	(92,174)	(177)	91,997	27
Fund balance at beginning of year.....	177	177	-	150
Fund balance (deficit) at end of year.....	\$ (91,997)	\$ -	\$ 91,997	\$ 177

**Revenue Maximization Fund**  
**Balance Sheet - Statutory Basis**

June 30, 1998  
(Amounts in thousands)

	<u>1998</u>	<u>1997</u>
<b>ASSETS</b>		
Cash and short-term investments.....	\$ 5,835	\$ 3,964
Total assets.....	<u>\$ 5,835</u>	<u>\$ 3,964</u>
<b>LIABILITIES AND FUND BALANCE</b>		
Liabilities:		
Accounts payable.....	\$ 1,035	\$ 1,595
Total liabilities.....	<u>1,035</u>	<u>1,595</u>
Fund balance:		
Reserved fund balance:		
Reserved for continuing appropriations.....	4,800	2,369
Total fund balance.....	<u>4,800</u>	<u>2,369</u>
Total liabilities and fund balance.....	<u>\$ 5,835</u>	<u>\$ 3,964</u>

**Revenue Maximization Fund**  
**Statement of Revenues, Expenditures And Changes In Fund Balance - Statutory Basis**

Fiscal Year Ended June 30, 1998  
(Amounts in thousands)

	1998 Budget	1998 Actual	Variance Favorable (Unfavorable)	1997 Actual
<b>REVENUES AND OTHER SOURCES</b>				
Revenues:				
Taxes.....	\$ -	\$ 29,732	\$ 29,732	\$11,686
Federal grants and reimbursements.....	-	37,386	37,386	41,256
Departmental.....	5,294	30	(5,264)	18
Total revenues.....	<u>5,294</u>	<u>67,148</u>	<u>61,854</u>	<u>52,960</u>
Other financing sources:				
Operating transfers in.....	-	-	-	-
Total other financing sources.....	-	-	-	-
Total revenues and other sources.....	<u>5,294</u>	<u>67,148</u>	<u>61,854</u>	<u>52,960</u>
<b>EXPENDITURES AND OTHER USES</b>				
Expenditures:				
Comptroller.....	428	428	-	404
Administration and finance.....	2,231	1,747	484	2,245
Health and human services.....	6,260	1,944	4,316	2,607
Elder affairs.....	5	5	-	-
Consumer affairs.....	1	1	-	-
Total expenditures.....	<u>8,925</u>	<u>4,125</u>	<u>4,800</u>	<u>5,256</u>
Other financing uses:				
Fringe benefit cost assessment.....	-	94	(94)	90
Operating transfers out.....	60,498	60,498	-	50,245
Total other financing uses.....	<u>60,498</u>	<u>60,592</u>	<u>(94)</u>	<u>50,335</u>
Total expenditures and other uses.....	<u>69,423</u>	<u>64,717</u>	<u>4,706</u>	<u>55,591</u>
Excess (deficiency) of revenues and other sources over expenditures and other uses.....	(64,129)	2,431	66,560	(2,631)
Fund balance at beginning of year.....	2,369	2,369	-	5,000
Fund balance (deficit) at end of year.....	<u>\$ (61,760)</u>	<u>\$ 4,800</u>	<u>\$ 66,560</u>	<u>\$ 2,369</u>

**Tax Exemption Escrow Trust Fund**  
**Balance Sheet - Statutory Basis**

June 30, 1998  
(Amounts in thousands)

	<u>1998</u>	<u>1997</u>
<b>ASSETS</b>		
Cash and short-term investments.....	\$ 162,500	\$ -
Total assets.....	<u>\$ 162,500</u>	<u>\$ -</u>
<b>LIABILITIES AND FUND BALANCE</b>		
Liabilities:		
Accounts payable.....	\$ -	\$ -
Total liabilities.....	<u>-</u>	<u>-</u>
Fund balance:		
Reserved for:		
Tax reduction.....	162,500	-
Total fund balance.....	<u>162,500</u>	<u>-</u>
Total liabilities and fund balance.....	<u>\$ 162,500</u>	<u>\$ -</u>

**Tax Exemption Escrow Trust Fund**  
**Statement of Revenues, Expenditures And Changes In Fund Balance - Statutory Basis**

Fiscal Year Ended June 30, 1998

(Amounts in thousands)

	1998 Budget	1998 Actual	Variance Favorable (Unfavorable)	1997 Actual
<b>REVENUES AND OTHER SOURCES</b>				
Revenues:				
Departmental.....	\$ -	\$ -	\$ -	\$ -
Total revenues.....	-	-	-	-
Other financing sources:				
Transfers for tax reduction.....	-	162,500	162,500	-
Total other financing sources.....	-	162,500	162,500	-
Total revenues and other sources.....	-	162,500	162,500	-
<b>EXPENDITURES AND OTHER USES</b>				
Expenditures:				
Administration and finance.....	-	-	-	-
Total expenditures.....	-	-	-	-
Other financing uses:				
Operating transfers out.....	-	-	-	-
Total other financing uses.....	-	-	-	-
Total expenditures and other uses.....	-	-	-	-
Excess of revenues and other sources over expenditures and other uses.....	-	162,500	162,500	-
Fund balance at beginning of year.....	-	-	-	-
Fund balance at end of year.....	\$ -	\$ 162,500	\$ 162,500	\$ -

**Collective Bargaining Reserve Fund**  
**Balance Sheet - Statutory Basis**

June 30, 1998  
(Amounts in thousands)

	<u>1998</u>	<u>1997</u>
<b>ASSETS</b>		
Cash and short-term investments.....	\$ 106,982	\$ 61,091
Total assets.....	<u>\$ 106,982</u>	<u>\$ 61,091</u>
<b>LIABILITIES AND FUND BALANCE</b>		
Liabilities:		
Accounts payable.....	\$ 287	\$ 391
Accrued payroll.....	<u>1</u>	<u>2</u>
Total liabilities.....	<u>288</u>	<u>393</u>
Fund balance:		
Reserved fund balance:		
Reserved for continuing appropriations.....	40,627	34,183
Unreserved fund balance:		
Undesignated.....	<u>66,067</u>	<u>26,515</u>
Total fund balance.....	<u>106,694</u>	<u>60,698</u>
Total liabilities and fund balance.....	<u>\$ 106,982</u>	<u>\$ 61,091</u>

**Collective Bargaining Reserve Fund**  
Statement of Revenues, Expenditures And Changes In Fund Balance - Statutory Basis

Fiscal Year Ended June 30, 1998  
(Amounts in thousands)

	1998 Budget	1998 Actual	Variance Favorable (Unfavorable)	1997 Actual
<b>REVENUES AND OTHER SOURCES</b>				
Revenues:				
Departmental.....	\$ -	\$ -	\$ -	\$ -
Total revenues.....	-	-	-	-
Other financing sources:				
Collective bargaining reserve.....	-	75,068	75,068	50,000
Total other financing sources.....	-	75,068	75,068	50,000
Total revenues and other sources.....	-	75,068	75,068	50,000
<b>EXPENDITURES AND OTHER USES</b>				
Expenditures:				
Judiciary.....	-	-	-	3,478
Treasurer and Receiver - General.....	1,569	1,569	-	38
Ethics Commission.....	-	-	-	28
Disabled Persons Protection Commission.....	-	-	-	32
Comptroller.....	-	-	-	222
Administration and finance.....	45,526	962	44,564	5,937
Environmental affairs.....	5,174	5,174	-	584
Communities and development.....	14	14	-	117
Health and human services.....	16,078	16,078	-	5,963
Transportation & Construction.....	1,020	1,020	-	778
Education.....	135	135	-	131
Higher education.....	2,553	2,467	86	8,702
Public safety.....	1,571	1,571	-	16,145
Economic development.....	11	11	-	15
Elder affairs.....	-	-	-	20
Consumer affairs.....	-	-	-	314
Labor.....	71	71	-	32
Total expenditures.....	73,722	29,072	44,650	42,536
Other financing uses:				
Operating transfers out.....	-	-	-	-
Total other financing uses.....	-	-	-	-
Total expenditures and other uses.....	73,722	29,072	44,650	42,536
Excess (deficiency) of revenues and other source over expenditures and other uses.....	(73,722)	45,996	119,718	7,464
Fund balance at beginning of year.....	60,698	60,698	-	53,234
Fund balance (deficit) at end of year.....	\$ (13,024)	\$ 106,694	\$ 119,718	\$ 60,698

**Commonwealth Fiscal Recovery Fund**  
Balance Sheet - Statutory Basis

June 30, 1998  
(Amounts in thousands)

	<u>1998</u>	<u>1997</u>
<b>ASSETS</b>		
Cash with fiscal agent.....	\$ -	\$ 746
Total assets.....	<u>\$ -</u>	<u>\$ 746</u>
<b>LIABILITIES AND FUND BALANCE</b>		
Liabilities:		
Accounts payable.....	\$ -	\$ -
Total liabilities.....	<u>-</u>	<u>-</u>
Fund balance:		
Reserved fund balance:		
Reserved for debt service.....	-	20,814
Unreserved fund balance:		
Undesignated.....	<u>-</u>	<u>(20,068)</u>
Total fund balance.....	<u>-</u>	<u>746</u>
Total liabilities and fund balance.....	<u>\$ -</u>	<u>\$ 746</u>



**Commonwealth Fiscal Recovery Fund**  
**Statement of Revenues, Expenditures And Changes In Fund Balance - Statutory Basis**

Fiscal Year Ended June 30, 1998  
(Amounts in thousands)

	<u>1998 Budget</u>	<u>1998 Actual</u>	<u>Variance Favorable (Unfavorable)</u>	<u>1997 Actual</u>
<b>REVENUES AND OTHER SOURCES</b>				
Revenues:				
Taxes.....	\$ 106,900	\$130,340	\$ 23,440	\$ 267,289
Departmental.....	1,800	-	(1,800)	-
Miscellaneous.....	<u>-</u>	<u>1,178</u>	<u>1,178</u>	<u>6,365</u>
Total revenues.....	<u>108,700</u>	<u>131,518</u>	<u>22,818</u>	<u>273,654</u>
Other financing sources:				
Proceeds of refunding bonds.....	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total other financing sources.....	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total revenues and other sources.....	<u>108,700</u>	<u>131,518</u>	<u>22,818</u>	<u>273,654</u>
<b>EXPENDITURES AND OTHER USES</b>				
Expenditures:				
Debt service:				
Principal retirement.....	129,900	129,900	-	253,065
Interest and fiscal charges.....	<u>2,364</u>	<u>2,364</u>	<u>-</u>	<u>20,500</u>
Total expenditures.....	<u>132,264</u>	<u>132,264</u>	<u>-</u>	<u>273,565</u>
Other financing uses:				
Payments to refunded bond escrow agents.....	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total other financing uses.....	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total expenditures and other uses.....	<u>132,264</u>	<u>132,264</u>	<u>-</u>	<u>273,565</u>
Excess (deficiency) of revenues and other sources over expenditures and other uses.....	(23,564)	(746)	22,818	89
Fund balance at beginning of year.....	<u>746</u>	<u>746</u>	<u>-</u>	<u>657</u>
Fund balance (deficit) at end of year.....	<u>\$ (22,818)</u>	<u>\$ -</u>	<u>\$ 22,818</u>	<u>\$ 746</u>